VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

APPLICANT:		CNX Gas Company LLC		VIRGINIA GAS
)	AND OIL BOARD
RELIEF	SOUGHT:	POOLING OF INTERESTS IN A 58.78)	
		ACRE SQUARE DRILLING UNIT)	DOCKET NO.
		DESCRIBED IN EXHIBIT A HERETO)	03-0715-1162
		LOCATED IN THE NORA COAL BED GAS)	
	•	FIELD AND SERVED BY WELL NO.)	
		BB-102 (herein "Subject Drilling)	
		Unit") PURSUANT TO VA. CODE)	
		§§ 45.1-361.21 AND 45.1-361.22,)	
		FOR THE PRODUCTION OF OCCLUDED)	
		NATURAL GAS PRODUCED FROM COALBEDS)	
		AND ROCK STRATA ASSOCIATED)	
		THEREWITH (herein "Coalbed Methane)	
		Gas" or "Gas"))	
)	
)	
LEGAL	DESCRIPTION	:)	
)	
	SUBJECT DRI	LLING UNIT SERVED BY WELL NUMBERED)	
	BB-102 (here	ein "Well") TO BE DRILLED IN)	
	THE LOCATION	N DEPICTED ON EXHIBIT A HERETO,)	
	BIG A MOUNT	AIN QUADRANGLE)	
	HURRICANE M	AGISTERIAL DISTRICT)	
	BUCHANAN CO	UNTY, VIRGINIA)		
	(the "Subject	ct Lands" are more)	
	particularly	y described on Exhibit A ,)	
	attached he	reto and made a part hereof))	
		_		

REPORT OF THE BOARD

FINDINGS AND ORDER

- 1. <u>Hearing Date and Place</u>: This matter came on for hearing before the Virginia Gas and Oil Board (hereafter "Board") at 9:00 a.m. on **July 15, 2003** at the Southwest Higher Education Center, Campus of Virginia Highlands Community College, Abingdon, Virginia.
- 2. <u>Appearances</u>: Mark Swartz, Esquire, of the firm Swartz & Stump, L.C., appeared for the Applicant; and Sharon M. B. Pigeon, Assistant Attorney General, was present to advise the Board.
- 3. <u>Jurisdiction and Notice</u>: Pursuant to Va. Code §§45.1-361.1 <u>et seq</u>., the Board finds that it has jurisdiction over the subject matter. Based upon the evidence presented by Applicant, the Board also finds that the Applicant has (1) exercised due diligence in conducting a meaningful search of reasonably available sources to determine the identity and whereabouts of

each gas and oil owner, coal owner, or mineral owner and/or potential owner, i.e., person identified by Applicant as having ("Owner") or claiming ("Claimant") the rights to Coalbed Methane Gas in all Pennsylvania-aged coals from the top of the Raven, including all splits to the top of the green and red shales including, but not limited to Jawbone, Greasy Creek, C-Seam, War Creek, Beckley, Lower Horsepen, X-Seam, Pocahontas No. 9, 8, 7, 6, 5, 4, 3, and any other unnamed coal seams, coalbeds and rock strata associated therewith (hereafter "Subject Formations") in the Subject Drilling Unit underlying and comprised of Subject Lands; (2) represented it has given notice to those parties so identified (hereafter sometimes "person(s)" whether referring to individuals, corporations, partnerships, associations, companies, businesses, trusts, joint ventures or other legal entities) entitled by Va. Code §§ 45.1-361.19 and 45.1-361.22, to notice of the application filed herein; and (3) that the persons set forth in Exhibit B-3 hereto have been identified by Applicant as persons who may be Owners or Claimants of Coalbed Methane Gas interests in Subject Formations in the Subject Drilling Unit who have not heretofore agreed to lease or sell to the Applicant and/or voluntarily pool their Gas interests. Conflicting Gas Owners/Claimants in Subject Drilling Unit are listed on Exhibit E. Further, the Board has caused notice of this hearing to be published as required by Va. Code § 45.1-361.19.B. Whereupon, the Board hereby finds that the notices given herein satisfy all statutory requirements, Board rule requirements and the minimum standards of state due process.

4. Amendments: None

5. Dismissals: None

- 6. Relief Requested: Applicant requests (1) that pursuant to Va. Code § 45.1-361.22, including the applicable portions of § 45.1-361.21, the Board pool the rights, interests and estates in and to the Gas in the Subject Drilling Unit, including those of the Applicant and of the known and unknown persons named in Exhibit B-3 hereto and that of their known and unknown heirs, executors, administrators, devisees, trustees, assigns and successors, both immediate and remote, for the drilling and operation, including production, of Coalbed Methane Gas produced from the Subject Drilling Unit established for the Subject Formations underlying and comprised of the Subject Lands, (hereafter sometimes collectively identified and referred to as "well development and/or operation in the Subject Drilling Unit"); and, (2) that the Board designate CNX Gas Company LLC as the Unit Operator.
- 7. Relief Granted: The requested relief in this cause shall be and hereby is granted and: (1) pursuant to Va. Code § 45.1-361.21.C.3, CNX Gas Company LLC (hereafter "Unit Operator" or "Operator") is designated as the Unit Operator authorized to drill and operate the Well in Subject Drilling Unit at the location depicted on the plat attached hereto as Exhibit A, subject to the permit provisions contained in Va. Code § 45.1-361.27, et seq.,; to §§ 4 VAC 25-150 et seq., Gas and Oil Regulations; to § 4 VAC 25-160 et seq., Virginia Gas and Oil Board Regulations and to the Nora Coal Bed Gas Field Rules established by the Oil and Gas Conservation Board's Order entered March 26, 1989; all as amended from time to time; and (2) all the interests

and estates in and to the Gas in Subject Drilling Unit, including that of the Applicant, the Unit Operator and of the known and unknown persons listed on **Exhibit B-3**, attached hereto and made a part hereof, and their known and unknown heirs, executors, administrators, devisees, trustees, assigns and successors, both immediate and remote, be and hereby are pooled in the Subject Formations in the Subject Formation in the Subject Drilling Unit underlying and comprised of the Subject Lands.

Pursuant to the Nora Coal Field Rules promulgated under the authority of Va. Code \S 45.1-361.20, the Board has adopted the following method for the calculation of production and revenue and allocation of allowable costs for the production of Coalbed Methane Gas.

For Frac Well Gas. - Gas shall be produced from and allocated to only the 58.78-acre drilling unit in which the well is located according to the undivided interests of each Owner/Claimant within the unit, which undivided interest shall be the ratio (expressed as a percentage) that the amount of mineral acreage within each separate tract that is within the Subject Drilling Unit, when platted on the surface, bears to the total mineral acreage, when platted on the surface, contained within the entire 58.78-acre drilling unit in the manner set forth in the Nora Field Rules.

8. Election and Election Period: In the event any Owner or Claimant named in Exhibit B-3 has not reached a voluntary agreement to share in the operation of the Well to be located in Subject Drilling Unit, at a rate of payment mutually agreed to by said Gas Owner or Claimant and the Applicant or the Unit Operator, then such person may elect one of the options set forth in Paragraph 9 below and must give written notice of his election of the option selected under Paragraph 9 herein to the designated Unit Operator at the address shown below within thirty (30) days from the date of receipt of a copy of this Order. A timely election shall be deemed to have been made if, on or before the last day of said 30-day period, such electing person has delivered his written election to the designated Unit Operator at the address shown below or has duly postmarked and placed his written election in first class United States mail, postage prepaid, addressed to the Unit Operator at the address shown below.

9. <u>Election Options</u>:

9.1 Option 1 - To Participate In The Development and Operation of the Drilling Unit: Any Gas Owner or Claimant named in Exhibit B-3 who has not reached a voluntary agreement with the Applicant or Unit Operator may elect to participate in the Well development and operation in the Subject Drilling Unit (hereafter "Participating Operator") by agreeing to pay the estimate of such Participating Operator's proportionate part of the actual and reasonable costs, including a reasonable supervision fee, of the Well development and operation in the Subject Drilling Unit, as more particularly set forth in Virginia Gas and Oil Board Regulation 4 VAC 25-160-100 (herein "Completed for Production Costs"). Further, a Participating Operator agrees to pay the

estimate of such Participating Operator's proportionate part of the Estimated, Completed-for-Production Costs as set forth below to the Unit Operator within forty-five (45) days from the later of the date of mailing or the date of recording of this Order. The estimated Completed-for-Production Costs for the Subject Drilling Unit are as follows:

Completed-for-Production Costs: \$236,470.98

A Participating Operator's proportionate cost hereunder shall be the result obtained by multiplying the Participating Operator's "Percent of Unit" as set forth herein in the attached Exhibit B-3 times the Estimated Completed-for-Production Costs set forth above. Provided, however, that in the event a Participating Operator elects to participate and fails or refuses to pay the estimate of his proportionate part of the Estimated, Completed-for-Production Costs as set forth above, all within the time set forth herein and in the manner prescribed in Paragraph 8 of this Order, then such Participating Operator shall be deemed to have elected not to participate and to have elected compensation in lieu of participation pursuant to Paragraph 9.2 herein.

Option 2 - To Receive A Cash Bonus Consideration: In lieu of 9.2 participating in the Well development and operation in Subject Drilling Unit under Paragraph 9.1 above, any Gas Owner or Claimant named in Exhibit B-3 hereto who has not reached a voluntary agreement with the Unit Operator may elect to accept a cash bonus consideration of \$1.00 per net mineral acre owned by such person, commencing upon entry of this Order and continuing annually until commencement of production from Subject Drilling Unit, and thereafter a royalty of 1/8th of 8/8ths [twelve and one-half percent (12.5%)] of the net proceeds received by the Unit Operator for the sale of the Gas produced from any Well development and operation covered by this Order multiplied by that person's Interest Within Unit as set forth in Exhibit B-3 [for purposes of this Order, net proceeds shall be actual proceeds received less post-production costs incurred downstream of the wellhead, including, but not limited to, gathering, compression, treating, transportation and marketing costs, whether performed by Unit Operator or a third person] as fair, reasonable and equitable compensation to be paid to said Gas Owner or Claimant. The initial cash bonus shall become due and owing when so elected and shall be tendered, paid or escrowed within one hundred twenty (120) days of recording of this Order. Thereafter, annual cash bonuses, if any, shall become due and owing on each anniversary of the date of recording of this order in the event production from Subject Drilling Unit has not theretofore commenced, and once due, shall be tendered, paid or escrowed within sixty (60) days of said anniversary date. Once the initial cash bonus and the annual cash bonuses, if any, are so paid or escrowed, said payment(s) shall be satisfaction in

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full for the right, interests, and claims of such electing person in and to the Gas produced from Subject Formation in the Subject Lands, except, however, for the 1/8th royalties due hereunder.

Subject to a final legal determination of ownership, the election made under this Paragraph 9.2, when so made, shall be satisfaction in full for the right, interests, and claims of such electing person in any well development and operation covered hereby and such electing person shall be deemed to have and hereby does assign its right, interests, and claims in and to the Gas produced from Subject Formation in the Subject Drilling Unit to the Applicant.

Option 3 - To Share In The Development And Operation As A Non-9.3. Participating Person On A Carried Basis And To Receive Consideration In Lieu Of Cash: In lieu of participating in the Well development and operation of Subject Drilling Unit under Paragraph 9.1 above and in lieu of receiving a cash bonus consideration under Paragraph 9.2 above, any Gas Owner or Claimant named in Exhibit B-3 who has not reached a voluntary agreement with the Unit Operator may elect to share in the well development and operation in Subject Drilling Unit on a carried basis (as a "Carried Well Operator") so that the proportionate part of the Completed-for-Production Costs hereby allocable to such Carried Well Operator's interest is charged against such Carried Well Operator's share of production from Subject Drilling Unit. Such Carried Well Operator's rights, interests, and claims in and to the Gas in Subject Drilling Unit shall be deemed and hereby are assigned to the Unit Operator until the proceeds from the sale of such Carried Well Operator's share of production from Subject Drilling Unit (exclusive of any royalty, excess or overriding royalty, or other non-operating or non cost-bearing burden reserved in any lease, assignment thereof or agreement relating thereto covering such interest) equals three hundred percent (300%) for a leased interest or two hundred percent (200%) for an unleased interest (whichever is applicable) of such Carried Well Operator's share of the Completed-for-Production Costs allocable to the interest of such Carried Well Operator. When the Unit Operator recoups and recovers from such Carried Well Operator's assigned interest the amounts provided for above, then, the assigned interest of such Carried Well Operator shall automatically revert back to such Carried Well Operator, and from and after such reversion, such Carried Well Operator shall be treated as if it had participated initially under Paragraph 9.1 above; and thereafter, such participating person shall be charged with and shall pay his proportionate part of all further costs of such well development and operation.

Subject to a final legal determination of ownership, the election made under this Paragraph 9.3, when so made, shall be satisfaction in full for the right, interests, and claims of such

electing person in any Well development and operation covered hereby and such electing person shall be deemed to have and hereby does assign his right, interests, and claims in and to the Gas produced from Subject Formation in the Subject Drilling Unit to the Applicant for the period of time during which its interest is carried as above provided prior to its reversion back to such electing person.

- Failure to Properly Elect: In the event a person named in 10. Exhibit B-3 hereto has not reached a voluntary agreement with the Applicant or Unit Operator and fails to elect within the time, in the manner, and in accordance with the terms of this Order, one of the alternatives set forth in Paragraph 9 above for which his interest qualifies, then such person shall be deemed to have elected not to participate in the proposed Well development and operation in Subject Drilling Unit and shall be deemed, subject to any final legal determination of ownership, to have elected to accept as satisfaction in full for such person's right, interests, and claims in and to the Gas the consideration provided in Paragraph 9.2 above for which its interest qualifies, and shall be deemed to have leased and/or assigned his right, interests, and claims in and to said Gas produced from Subject Formation in Subject Drilling Unit to the Unit Persons who fail to properly elect shall be deemed to have accepted the compensation and terms set forth herein at Paragraph 9.2 in satisfaction in full for the right, interests, and claims of such person in and to the Gas produced from Subject Formation underlying Subject Lands.
- Default By Participating Person: In the event a person named in Exhibit B-3 elects to participate under Paragraph 9.1, but fails or refuses to pay, to secure the payment or to make an arrangement with the Unit Operator for the payment of such person's proportionate part of the estimated Completed-for-Production costs as set forth herein, all within the time and in the manner as prescribed in this Order, then such person shall be deemed to have withdrawn his election to participate and shall be deemed to have elected to accept as satisfaction in full for such person's right, interests, and claims in and to the Gas the consideration provided in Paragraph 9.2 above for which his interest qualifies depending on the excess burdens attached to such interest. Whereupon, any cash bonus consideration due as a result of such deemed election shall be tendered, paid or escrowed by Unit Operator within one hundred twenty (120) days after the last day on which such defaulting person under this Order should have paid his proportionate part of such cost or should have made satisfactory arrangements for the payment thereof. When such cash bonus consideration is paid or escrowed, it shall be satisfaction in full for the right, interests, and claims of such person in and to the Gas underlying Subject Drilling Unit in the Subject Lands covered hereby, except, however, for any 1/8th royalties which would become due pursuant to Paragraph 9.2 hereof.
- 12. Assignment of Interest: In the event a person named in Exhibit

 B-3 is unable to reach a voluntary agreement to share in the Well

development and operation in Subject Drilling Unit at a rate of payment agreed to mutually by said Gas Owner or Claimant and the Unit Operator, and said person elects or fails to elect to do other than participate under Paragraph 9.1 above in the Well development and operation in Subject Drilling Unit, then such person shall be deemed to have and shall have assigned unto Unit Operator such person's right, interests, and claims in and to said Well, in Subject Formations in Subject Drilling Unit, and other share in and to Gas production to which such person may be entitled by reason of any election or deemed election hereunder in accordance with the provisions of this Order governing said elections.

13. Unit Operator (or Operator): CNX Gas Company LLC shall be and hereby is designated as Unit Operator authorized to drill and operate the Well(s) in Subject Formations in Subject Drilling Unit, all subject to the permit provisions contained in Va. Code §§ 45.1-361.27 et seq.; §§ 4 VAC 25-150 et seq., Gas and Oil Regulations; §§ 4 VAC 25-160 et seq., Virginia Gas and Oil Board Regulations; Oil and Gas Conservation Board ("OGCB") Order establishing the Nora Coal Bed Gas Field Rules, entered March 26, 1989; all as amended from time to time, and all elections required by this Order shall be communicated to Unit Operator in writing at the address shown below:

CNX Gas Company LLC P.O. Box 947 Bluefield, VA 24605 Attn: Leslie K. Arrington Phone: (276) 988-1016 Fax: (276) 988-1050

- 14. Commencement of Operations: Unit Operator shall commence or cause to commence operations for the drilling of the Well within Subject Drilling Unit within seven hundred thirty (730) days from the date of this Order, and shall prosecute the same with due diligence. If the Unit Operator has not so commenced and/or prosecuted, then this order shall terminate, except for any cash sums then payable hereunder; otherwise, unless sooner terminated by Order of the Board, this Order shall expire at 12:00 p.m. on the date on which the well covered by this Order is permanently abandoned and plugged. However, in the even at an appeal is taken from this Order, then the time between the filing of the Petition for Appeal and the Final Order of the Circuit Court shall be excluded in calculating the two-year period referenced herein.
- 15. Operator's Lien: Unit Operator, in addition to the other rights afforded hereunder, shall have a lien and a right of set off on the Gas estates, rights, and interests owned by any person subject hereto who elects to participate under Paragraph 9.1 in the Subject Drilling Unit to the extent that costs incurred in the drilling or operation on the Subject Drilling Unit are a charge against such person's interest. Such liens and right of set off shall be separable as to each separate person and shall remain liens until the Unit Operator drilling or operating the Well(s) has been paid the full amounts due under the terms of this Order.

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16. Escrow Provisions:

The Applicant represented to the Board that there are unknown or unlocatable claimants in Tracts(s) 1K and 1M of the Subject Drilling Unit; and, the Unit Operator has represented to the Board that there are conflicting claimants in Tracts(s) 1I, 1J, 1K and 1M of the Subject Drilling Unit whose payments are subject to the provisions of Paragraph 16.2 hereof. Therefore, by this Order, the Escrow Agent named herein or any successor named by the Board, is required to establish an interest-bearing escrow account for Tracts 1I, 1J, 1K and 1M of the Subject Drilling Unit (herein "Escrow Account"), and to receive and account to the Board pursuant to its agreement for the escrowed funds hereafter described in Paragraphs 16.1 and 16.2:

First Union National Bank Corporate Trust PA 1328 123 South Broad Street Philadelphia, PA 19109-1199 Telephone: (215) 985-3485 or (888) 396-0853 Attention: Don Ballinghoff

- 16.1. Escrow Provisions For Unknown or Unlocatable Persons: payment of bonus, royalty payment or other payment due and owing under this Order cannot be made because the person entitled thereto cannot be located or is unknown, then such cash bonus, royalty payment, or other payment shall not be commingled with any funds of the Unit Operator and, pursuant to Va. Code § 45.1-361.21.D, said sums shall be deposited by the Unit Operator into the Escrow Account, commencing within one hundred twenty (120) days of recording of this Order, and continuing thereafter on a monthly basis with each deposit to be made, by use of a report format approved by the Inspector, by a date which is no later than sixty (60) days after the last day of the month being reported and/or for which funds are being deposited. Such funds shall be held for the exclusive use of, and sole benefit of the person entitled thereto until such funds can be paid to such person(s) or until the Escrow Agent relinquishes such funds as required by law or pursuant to Order of the Board in accordance with Va. Code § 45.1-361.21.D.
- 16.2 Escrow Provisions For Conflicting Claimants: If any payment of bonus, royalty payment, proceeds in excess of ongoing operational expenses, or other payment due and owing under this Order cannot be made because the person entitled thereto cannot be made certain due to conflicting claims of ownership and/or a defect or cloud on the title, then such cash bonus, royalty payment, proceeds in excess of ongoing operational expenses, or other payment, together with Participating Operator's Proportionate Costs paid to Unit Operator pursuant to Paragraph 9.1 hereof, if any, (1) shall not be commingled with any funds of the Unit Operator; and (2) shall, pursuant to Va. Code §§ 45.1-361.22.A.2, 45.1-361.22.A.3 and 45.1-361.22.A.4, be deposited by the Operator into the Escrow Account within one hundred twenty (120) days of recording of this Order, and continuing thereafter on a monthly basis with each deposit to be made by a date which is no later than sixty (60) days after the last

day of the month being reported and/or for which funds are subject to deposit. Such funds shall be held for the exclusive use of, and sole benefit of, the person entitled thereto until such funds can be paid to such person(s) or until the Escrow Agent relinquishes such funds as required by law or pursuant to Order of the Board.

- 17. Special Findings: The Board specifically and specially finds:
- 17.1. Applicant is CNX Gas Company LLC, a Virginia limited liability company, is duly authorized and qualified to transact business in the Commonwealth of Virginia;
- 17.2. CNX Gas Company LLC has the authority to explore, develop and maintain the properties and assets, now owned or hereafter acquired, consented to serve as Coalbed Methane Gas Unit Operator for Subject Drilling Unit and to faithfully discharge the duties imposed upon it as Unit Operator by statute and regulations
- 17.3. CNX Gas Company LLC is an operator in the Commonwealth of Virginia, and has satisfied the Board's requirements for operations in Virginia;
- 17.4 Applicant, CNX Gas Company LLC claims ownership of gas leases, Coalbed Methane Gas leases, and/or coal leases representing 98.5011 percent of the oil and gas interest/claims in and to Coalbed Methane Gas and ______ 100.00 percent of the coal interest/claims in and to Coalbed Methane Gas in Subject Drilling Unit; and, Applicant claims the right to explore for, develop and produce Coalbed Methane Gas from Subject Formations in Subject Drilling Unit in Buchanan County, Virginia, which Subject Lands are more particularly described in Exhibit A;
- 17.5. The estimated total production from Subject Drilling Unit is 125 to 550 MMCF. The estimated amount of reserves from the Subject Drilling Unit is 125 to 550 MMCF;
- 17.6. Set forth in **Exhibit B-3**, is the name and last known address of each Owner or Claimant identified by the Applicant as having or claiming an interest in the Coalbed Methane Gas in Subject Formation in Subject Drilling Unit underlying and comprised of Subject Lands, who has not, in writing, leased to the Applicant or the Unit Operator or agreed to voluntarily pool his interests in Subject Drilling Unit for its development. The interests of the Respondents listed in **Exhibit B-3** comprise **1.4989** percent of the oil and gas interests/claims in and to Coalbed Methane Gas and **0.00** percent of the coal interests/claims in and to Coalbed Methane Gas in Subject Drilling Unit;
- 17.7 Applicant's evidence established that the fair, reasonable and equitable compensation to be paid to any person in lieu of the right to participate in the Wells are those options provided in Paragraph 9 above;
- 17.8 The relief requested and granted is just and reasonable, is supported by substantial evidence and will afford each person

listed and named in **Exhibit B-3** hereto the opportunity to recover or receive, without unnecessary expense, such person's just and fair share of the production from Subject Drilling Unit. The granting of the Application and relief requested therein will ensure to the extent possible the greatest ultimate recovery of Coalbed Methane Gas, prevent or assist in preventing the various types of waste prohibited by statute and protect or assist in protecting the correlative rights of all persons in the subject common sources of supply in the Subject Lands. Therefore, the Board is entering an Order granting the relief herein set forth.

- 18. Mailing Of Order And Filing Of Affidavit: Applicant or its Attorney shall file an affidavit with the Secretary of the Board within sixty (60) days after the date of recording of this Order stating that a true and correct copy of said Order was mailed within seven (7) days from the date of its receipt by Unit Operator to each Respondent named in **Exhibit B-3** pooled by this Order and whose address is known.
- 19. Availability of Unit Records: The Director shall provide all persons not subject to a lease with reasonable access to all records for Subject Drilling Unit which are submitted by the Unit Operator to said Director and/or his Inspector(s).
- 20. <u>Conclusion</u>: Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.
- 21. Appeals: Appeals of this Order are governed by the provisions of Va. Code Ann. § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court.
- 22. <u>Effective Date</u>: This Order shall be effective as of the date of the Board's approval of this Application, which is set forth at Paragraph 1 above.

DONE AND EXECUTED this $3/5^{\circ}$ day of 4, 2003, by a majority of the Virginia Gas and Oil Board.

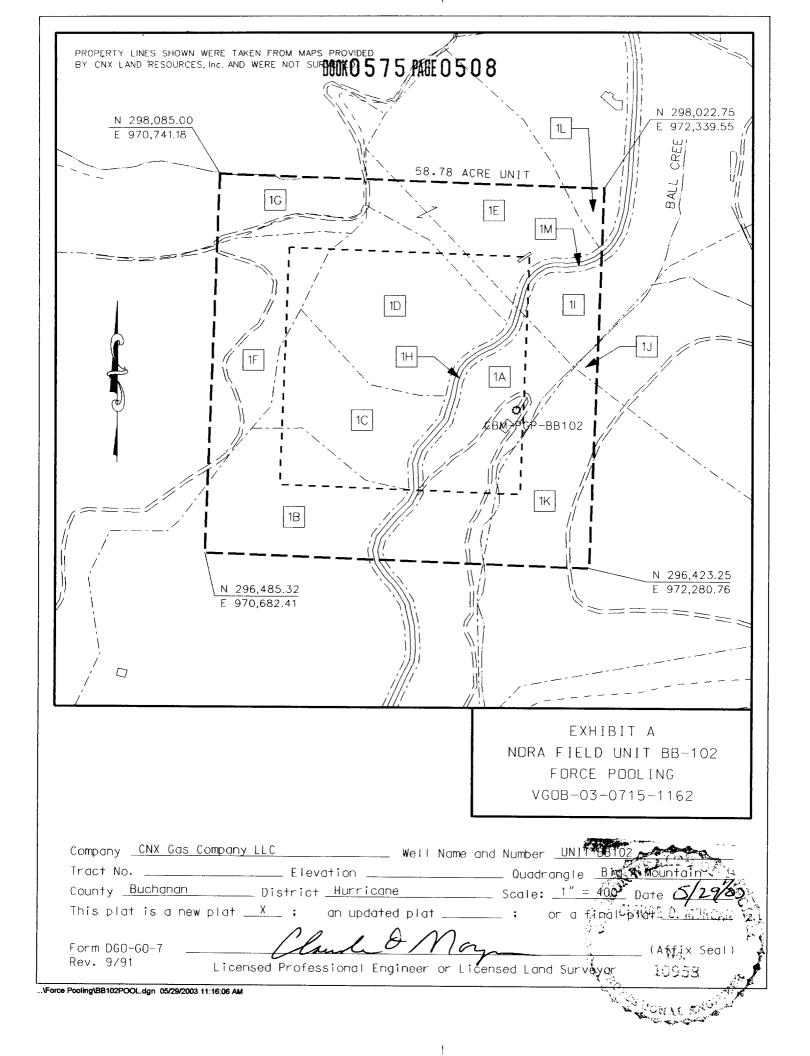
Chairman, Benny R. Wampler

DONE AND PERFORMED this 12th day of August, 2003, by Order of this Board.

B. R. Wilson

Principal Executive To The Staff Virginia Gas and Oil Board

STATE OF VIRGINIA COUNTY OF WISE)		
personally before me appeared Benny Wampl	a notary publi Ler, being du	ly sworn did dep	Commonwealth of Virginia, pose and say that he is executed the same and was
		Notary Public	
My commission expires	.9/30/05		
STATE OF VIRGINIA COUNTY OF WASHINGTON Acknowledged on before me a notary p B. R. Wilson, being	this /2 day ublic in and duly sworn ff of the Vir orized to do s	did depose and s ginia Gas and Oi	2003, personally alth of Virginia, appeared say that he is Principal Board, that he executed
My commission expires	:9130105		Order Pecorded University Virginia Section 45.1-031.1



CNX GAS COMPANY LLC

Unit BB-102
Tract Identifications
(58.78 Acre Unit)

- 1A. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Garden Realty Corporation All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 Gelaine Meade—Surface
 7.73 acres 13.1507%
- 1B. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Garden Realty Corporation All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 Unknown Surface Owner
 7.57 acres 12.8785%
- 1C. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Garden Realty Corporation All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 Unknown Surface Owner
 6.15 acres 10.4627%
- 1D. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Garden Realty Corporation All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 Bertie Lester Surface
 9.04 acres 15.3794%
- 1E. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Douglas Shepard, et al Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 6.65 acres 11.3134%
- 1F. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Phyllis Lambert Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 6.68 acres 11.3644%

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CNX GAS COMPANY LLC

Unit BB-102
Tract Identifications
(58.78 Acre Unit)

- 1G. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Ruth Harris Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 3.44 acres 5.8523%
- 1H. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Garden Realty Corporation All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 Commonwealth of Virginia Surface
 1.73 acres 2.9432%
- 11. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Gent Enterprises Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 2.13 acres 3.6237%
- 1J. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Gent Enterprises Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 0.20 acres 0.3403%
- 1K. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Gent Enterprises (7/8) and Heirs of Martha Ball (1/8) Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased (7/8)
 6.28 acres 10.6839%
- 1L. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Johnny L. Martin, et ux Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased
 0.54 acres
 0.9187%
- 1M. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
 CNX Gas Company LLC CBM Leased
 Commonwealth of Virginia and/or W.H. Crocket Heirs, Successors or Assigns and/or
 Gent Enterprises Surface and All Minerals except Coal
 CNX Gas Company LLC Oil, Gas and CBM Leased (If owned by Gent Enterprises)
 0.64 acres 1.0888%

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Ownership information pertaining to BB-102 unit.

1. Percentage of coalbed methane rights owned, leased or previously pooled by applicant:

Coal Owner(s)

Gross Percentages

Net Percentages

100.00%

100.00%

Oil & Gas Owner(s)

Gross Percentages

Net Percentages

98.5011%

98.5011%

2. Percentage of coalbed methane rights not owned, leased or previously pooled by applicant:

Coal Owner(s)

Gross Percentages

Net Percentages

0.00%

0.00%

Oil & Gas Owner(s)

Gross Percentages

Net Percentages

1.4989%

1.4989%

- 3. Percentage of coal owned/leased: 100.00%
- 4. Total interest to be pooled:

a. Coal interest: 0.00%

b. Oil & Gas interest: 1.4989%

ENDITO 5 75 PAGE 05 12

VGOB 03-0715-1162

List of Unleased Owners/Claimants (58.78 Acre Unit)

	Acres in Unit	Percent of Unit
OIL & GAS FEE OWNERSHIP		
Tract #1K - 6.28 acres		
Gent Enterprises, et al.	6.28 acres	10.6839
(2) Martha Ball Heirs, Devisees,	0.7850	1.3355
Successors or Assigns	1/8 of 6.28 acres	
(1) Catherine & Henry Baldwin Heirs, Devisees, Successors or Assigns		
(a) Hazel & Reason Musick	0.0145	0.0247
Rt.1 Box 105 Lebanon, VA 24266	1/54 of 6.28 acres	
(d) Andrew Clarence Baldwin Heirs, Devisees, Successors or Assigns		
(d.1) Shirley & Ralph Chambers	0.0073	0.0124
Rt.2 Box 124 Pounding Mill, VA 24637	1/108 of 6.28 acres	
(d.2) Roger Baldwin	0.0073	0.0124
103 Shannon Heights Richlands, VA 24641	1/108 of 6.28 acres	
(e) Balford Horn	0.0145	0.0247
Rt.2 Box 317 Honaker, VA 24260	1/54 of 6.28 acres	
(f) Virgie Hubbard	0.0145	0.0247
2 Whirlaway Court Greenville, SC 29602	1/54 of 6.28 acres	
(g) Winfred Baldwin Heirs, Devisees, Successors or Assigns		
(g.1) Janet & Arthur King Address Unknown	0.0024 1/324 of 6.28 acres	0.0041
(g.2) Nancy Baldwin	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.3) Linda Johnson	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.4) Kenneth Baldwin	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.5) Tammy Osbourne	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.6) Angela Baldwin	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(2) James Harvey Ball Heirs, Devisees, Successors or Assigns		

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VGOB 03-0715-1162

List of Unleased Owners/Claimants (58.78 Acre Unit)

	Acres in Unit	Percent of Unit
(a) Cleveland Ball Heirs, Devisees,		
Successors or Assigns		
(a.3) Clyde Ball	0.0082	0.0139
312 Holmes Street	1/96 of 6.28 acres	
Frankford, KY 40601-2131		
(b) Nola Mae & Jim Comer Heirs, Devisees, Successors or Assigns		
·	0.0005	0.0111
(b.1) Jerrold & Louise Dowell	0.0065	0.0111
3601 Level Village Road	1/120 of 6.28 acres	
Havre De Grace, MD 21078		
(b.4) Stella & Robert Miller	0.0065	0.0111
1616 Pode Road	1/120 of 6.28 acres	
Darlington, MD 21034		
(b.5) Arbutus & William Helton	0.0065	0.0111
5808 Hanna Road	1/120 of 6.28 acres	
Eldersburg, MD 21784		
(3) Virgie & Richard Rasnake Heirs, Devisees, Successors or Assigns		
(d) Edna & Monroe Barton	0.0262	0.0445
Address Unknown	1/30 of 6.28 acres	0.0440
Address Chinown	1/30 01 0.20 acres	
(5) Elbert & Rosa Ball Heirs, Devisees,		
Successors or Assigns		
(a) Arnold Ball	0.0436	0.0742
Address Unknown	1/18 of 6.28 acres	
(c) Lula Ball Harris Heirs, Devisees,		
Successors or Assigns		
(c.4) Molly Harris	0.0055	0.0093
c/o Lonnie Harris	1/144 of 6.28 acres	
RR4 Box 174A		
Lebanon, VA 24266		
(c.5) Lonnie Harris	0.0055	0.0093
RR4 Box 174A	1/144 of 6.28 acres	
Lebanon, VA 24266		
(c.6) Pleasant Harris	0.0055	0.0093
Address Unknown	1/144 of 6.28 acres	
(c.7) Helen Harris	0.0055	0.0093
P.O. Box 1472	1/144 of 6.28 acres	0.0000
Honaker, VA 24260	0. 0.20 00100	
(c.8) Tracie (Patricia) Hess	0.0055	0.0093
		3.0033
4010 McIntosh Street	1/144 of 6.28 acres	

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List of Unleased Owners/Claimants (58.78 Acre Unit)

		Acres in Unit	Percent of Unit
(1	f) Gracie & Hulett Johnson	0.0436	0.0742%
	Address Unknown	1/18 of 6.28 acres	
Trac	#1M - 0.64 acres		
(1)	Commonwealth of Virginia	0.64 acres	1.0888%
	Dept. of Transportation		
	P.O. Box 1768		
	Bristol, VA 24203		
	- AND / OR -		
(1)	W.H. Crockett Heirs, Devisees,	0.64 acres	1.0888%
	Successors or Assigns		
	Heirs / Addresses Unknown		

06/02/2003

Exhibit E

Unit BB-199 (0 5 7 5 PAGE 0 5 1 5 VGOB 03-0715-1462 5 7 5 PAGE 0 5 1 5 List of Conflicting Owners/Claimants that require escrow

(58.78 Acre Unit)

	(58.78 Acre Un	it)	Percent	
		Acres in Unit	of Unit	
ract #1 - 2.13 a	cres			
COAL	FEE OWNERSHIP			
(1)	Harrison-Wyatt, L.L.C. (Big Axe Tr.4) c/o Wyatt Buick Pontiac P.O. Box 11000 Danville, VA 24543	2.13 acres	3.6237%	
OIL &	GAS FEE OWNERSHIP			
(1)	Gent Enterprises P.O. Box 330 Honaker, VA 24260	2.13 acres	3.6237%	
ract #1J - 0.20 a	ncres			
COAL	FEE OWNERSHIP			
(1)	Harrison-Wyatt, L.L.C. (Big Axe Tr.4) c/o Wyatt Buick Pontiac P.O. Box 11000 Danville, VA 24543	0.20 acres	0.3403 %	
OIL &	GAS FEE OWNERSHIP			
(1)	Gent Enterprises P.O. Box 330 Honaker, VA 24260	0.20 acres	0.3403%	
ract #1K - 6.28	<u>RC/GS</u>			
COAL	FEE OWNERSHIP			
(1)	Harrison-Wyatt, L.L.C. (Big Axe Tr.4) c/o Wyatt Buick Pontiac P.O. Box 11000 Danville, VA 24543	6.28 acres	10.6839%	
OIL &	GAS FEE OWNERSHIP			
Gent E	interprises, et al.	6.28 acres	10.6839%	
(1)	Gent Enterprises P.O. Box 330 Honaker, VA 24260	5.4950 7/8 of 6.28 acres	9.3484%	
(2)	Martha Ball Heirs, Devisees, Successors or Assigns	0.7850 1/8 of 6.28 acres	1.3355%	
(1)	Catherine & Henry Baldwin Heirs, Devisees, Successors or Assigns			
(a)	Hazel & Reason Musick Rt.1 Box 105 Lebanon, VA 24266	0.0145 1/54 of 6.28 acres	0.0247%	

Exhibit E Unit BB-102 VGOB 03-0715-1162

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List of Conflicting Owners/Claimants that require escrow (58.78 Acre Unit)

(58.78 Acre Unit)		
	Acres in Unit	Percent of Unit
(b) Bertie Lester	0.0145	0.02479
Rt.2 Box 482	1/54 of 6.28 acres	
Honaker, VA 24260	1704 di 0.23 doi 0.	
(c) Ruby & Thomas Mitchell	0.0145	0.02479
Rt.2 Box 450	1/54 of 6.28 acres	
Honaker, VA 24260	1701 01 0.20 40.00	
(d) Andrew Clarence Baldwin Heirs, Devisees,		
Successors or Assigns		
(d.1) Shirley & Ralph Chambers	0.0073	0.0124
Rt.2 Box 124	1/108 of 6.28 acres	
Pounding Mill, VA 24637		
(d.2) Roger Baldwin	0.0073	0.0124
103 Shannon Heights	1/108 of 6.28 acres	
Richlands, VA 24641		
(e) Balford Horn	0.0145	0.0247
Rt.2 Box 317	1/54 of 6.28 acres	
Honaker, VA 24260		
(f) Virgie Hubbard	0.0145	0.0247
2 Whirlaway Court	1/54 of 6.28 acres	
Greenville, SC 29602		
(g) Winfred Baldwin Heirs, Devisees, Successors or Assigns		
(a. 4) James C. Author Vines	0.0024	0.0041
(g.1) Janet & Arthur King	1/324 of 6.28 acres	0.0041
Address Unknown	1/324 Of 0.26 BUTES	
(g.2) Nancy Baldwin	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.3) Linda Johnson	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.4) Kenneth Bakhwin	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.5) Tammy Osbourne	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g.6) Angela Baldwin	0.0024	0.0041
Address Unknown	1/324 of 6.28 acres	
(g) Ezra Baldwin	0.0145	0.0247
HC4 Box 202	1/54 of 6.28 acres	
Council, VA 24260		
(h) Zethie Ethel Baldwin-Lee	0.0145	0.0247
1016 South Market Street	1/54 of 6.28 acres	
Galion, OH 44833		

(2) James Harvey Ball Heirs, Devisees, Successors or Assigns

Exhibit E Unit BB-102

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VGOB 03-0715-1162 List of Conflicting Owners/Claimants that require escrow

•	Acres in Unit	Percent of Unit
	ACTES HI UIBL	Of Other
(a) Cleveland Ball Heirs, Devisees,		
Successors or Assigns		
(a. 4) - husby Delleys	0.0082	0.0139
(a.1) Judy Pelley 2315 Overland Avenue	1/96 of 6.28 acres	0.0100
Sinking Springs, PA 19608	1,00 01 0.20 10.00	
(O) B	0.0082	0.0139
(a.2) Roger Ball 1776 Belvidere Road	1/96 of 6.28 acres	0.0100
Port Deposit, MD 21904	1700 01 0.20 00100	
		0.0139
(a.3) Clyde Ball	0.0082 1/96 of 6.28 acres	0.0138
312 Holmes Street Frankford, KY 40601-2131	1/90 UI 0.20 acres	
	0.0000	0.0420
(a.4) Emie Ball	0.0082 1/96 of 6.28 acres	0.0139
Foxwood Drive Hendersonville, NC 28739	1/50 UI 0.20 80185	
·		
(b) Nola Mae & Jim Corner Heirs, Devisees, Successors or Assigns		
•		0.044
(b.1) Jerrold & Louise Dowell	0.0065	0.0111
3601 Level Village Road	1/120 of 6.28 acres	
Havre De Grace, MD 21078		
(b.2) Harvey Comer	0.0065	0.0111
1559 Arena Road	1/120 of 6.28 acres	
Darlington, MD 21034		
(b.3) Marvin Corner	0.0065	0.011
123 Montrose Avenue	1/120 of 6.28 acres	
Essex, MD 21221		
(b.4) Stella & Robert Miller	0.0065	0.011
1616 Pode Road	1/120 of 6.28 acres	
Darlington, MD 21034		
(b.5) Arbutus & William Helton	0.0065	0.011
5808 Hanna Road	1/120 of 6.28 acres	
Eldersburg, MD 21784		
(c) Roy Bali	0.0327	0.055
624 Old Robinhood Road	1/24 of 6.28 acres	
Aberdeen, MD 21001		
(d) Myrtle Settle	0.0327	0.055
172 Glendale Drive	1/24 of 6.28 acres	
Elkin, NC 28621		
(3) Virgie & Richard Rasnake Heirs, Devisees,		
Successors or Assigns		
(a) Dorothy Fay Long	0.0262	0.044
2370 Happy Lane	1/30 of 6.28 acres	
Jacksonville, FL 32218		

VGOB 03-0715-1162

List of Conflicting Owners/Claimants that require escrow (58.78 Acre Unit)

			Percent
		Acres in Unit	of Unit
(b) Ervin Finley	Rasnake	0.0262	0.0445%
2370 Happy		1/30 of 6.28 acres	
Jacksonville	, FL 32218		
(c) Clifford Ras	nake	0.0262	0.0445%
2370 Happy	Lane	1/30 of 6.28 acres	
Jacksonville	, FL 32218		
(d) Edna & Mor	roe Barton	0.0262	0.0445%
Address Un	known	1/30 of 6.28 acres	
(e) Sophia Ruth	Stanley Heirs, Devisees,		
Successors	or Assigns		
(e.1) Oake		0.0033	0.0056%
	lox 17D	1/240 of 6.28 acres	
Bruce	ton Mills, WV 26525		
(e.2) Susie		0.0033	0.0056%
	Sling Gap Road	1/240 of 6.28 acres	
Bent I	Mountain, VA 24059		
(e.3) Glady	s Dampan	0.0033	0.0056%
5004	South Woodlawn	1/240 of 6.28 acres	
Chica	go, IL 606 15		
(e.4) Virgin	ia Hankins	0.0033	0.0056%
	Box 445	1/240 of 6.28 acres	
Ruper	t, WV 25984		
(e.5) Metvir	•	0.0033	0.0056%
	3ox 261	1/240 of 6.28 acres	
Kupe	t, WV 25984		
(e.6) Shelia		0.0033	0.0056%
	65 Sifers Road	1/240 of 6.28 acres	
Mead	ow Bridge, WV 25976		
(e.7) Richa		0.0033	0.0056%
	30x 261	1/240 of 6.28 acres	
Rupei	t, WV 25984		
(e.8) Velma		0.0033	0.0056%
	xford Avenue	1/240 of 6.28 acres	
Akron	, OH 44310		
	ilas Broyles Heirs, Devisees,		
Successors	or Assigns		
(a) Audrey Aler	e Broyles Wheat	0.1308	0.2226%
4029 Grave	•	1/6 of 6.28 acres	
Havre De G	race, MD 21078		
	sa Ball Heirs, Devisees,		
Successors	or Assigns		
(a) Arnold Ball		0.0436	0.0742%
	known	1/18 of 6.28 acres	

Exhibit E Unit BB-102 VGOB 03-0715-1162

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List of Conflicting Owners/Claimants that require escrow (58.78 Acre Unit)

(58.78 Acre U	Jnit)	
	Acres in Unit	Percent of Unit
(b) Viola Ball Guynn	0.0436	0.0742%
Box 264H	1/18 of 6.28 acres	5.57
Honaker, VA 24620		
(c) Lula Ball Harris Heirs, Devisees, Successors or Assigns		
(c.1) Bonnie Austin	0.0055	0.0093%
HC65 Box 110	1/144 of 6.28 acres	
Rowe, VA 24646		
(c.2) Maudie Harris	0.0055	0.0093%
P.O. Box 1003	1/144 of 6.28 acres	
Cedar Bluff, VA 24609		
(c.3) Betty Johnson	0.0055	0.0093%
HI Box 14 Fox Meadows	1/144 of 6.28 acres	
Lebanon, VA 24266		
(c.4) Molly Harris	0.0055	0.0093%
c/o Lonnie Harris	1/144 of 6.28 acres	
RR4 Box 174A		
Lebanon, VA 24266		
(c.5) Lonnie Harris	0.0055	0.0093%
RR4 Box 174A	1/144 of 6.28 acres	
Lebanon, VA 24266		
(c.6) Pleasant Harris	0.0055	0.0093%
Address Unknown	1/144 of 6.28 acres	
(c.7) Helen Harris	0.0055	0.0093%
P.O. Box 1472	1/144 of 6.28 acres	
Honaker, VA 24260		
(c.8) Tracie (Patricia) Hess	0.0055	0.0093%
4010 McIntosh Street	1/144 of 6.28 acres	
Greensboro, NC 27407		
(d) William F. & Beulah Ball	0.0436	0.0742%
407 Carsons Run Road	1/18 of 6.28 acres	
Aberdeen, MD 21001		
(e) Paul & Mary Baldwin	0.0436	0.0742%
P.O. Box 3132	1/18 of 6.28 acres	
Lebanon, VA 24266		
(f) Gracie & Hulett Johnson	0.0436	0.0742%
Address Unknown	1/18 of 6.28 acres	
Tract #1M - 0.64 acres		
COAL FEE OWNERSHIP		
(1) Harrison-Wyatt, L.L.C. (Big Axe Tr.4)	0.64 acres	1.0888%
c/o Wyatt Buick Pontiac		
P.O. Box 11000		
Danville, VA 24543		

Exhibit E Unit BB-102 VGOB 03-0715-1162

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List of Conflicting Owners/Claimants that require escrow (58.78 Acre Unit)

		Acres in Unit	Percent of Unit
OIL 8	GAS FEE OWNERSHIP		
(1)	Commonwealth of Virginia Dept. of Transportation P.O. Box 1768 Bristol, VA 24203	0.64 acres	1.0888%
	- AND / OR -		
(1)	W.H. Crockett Heirs, Devisees, Successors or Assigns Heirs / Addresses Unknown	0.64 acres	1.0888%
	- AND / OR -		
(1)	Gent Enterprises P.O. Box 330 Honaker, VA 24260	6.28 acres	10.6839%

VIRGINIA:	In the Clerk's Of	fice of the Carcui	t Court of Buchan	an County. The fore	egoing instrument
was this day pro	esented in the office	aforesaid and is,	together with the co	ertificate of acknow	ledgment annexed
admitted to rec	esented in the office ord this	day of	I'CNS	, 20	10:33AM
The tax impose	ed by \$387.1-802 of and P	the Code has been	en paid in the amo	unt of \$	
Deed Book No	and P	age No. <u>49</u> 7	TES NE:	James M.	Bevins, Jr., Clerk
Returned to:	DINK	1Z	TESTERLING	lu S. Ville	Deputy Clerk
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INSTRUMENT #030002966
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
AUGUST 15, 2003 AT 10:33AM
JAMES M. BEVINS, CLERK
V.

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